

**WORKFORCE SAFETY & INSURANCE**  
**INVESTMENT PERFORMANCE REPORT AS OF OCTOBER 31, 2008**

	October-08				September-08				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation	Policy	Month	Market Value	Allocation	Quarter	Net ROR	FYTD	FY08	Ended	Ended
				Net ROR				Net ROR	Net	Net	6/30/2008	6/30/2008
											Net	Net
<b>LARGE CAP DOMESTIC EQUITY</b>												
<i>Structured Growth</i>												
Los Angeles Capital	13,551,411	1.3%	1.5%	-16.95%	16,312,480	1.4%	1.5%	-12.89%	-27.65%	-7.79%	7.68%	N/A
<b>Total Structured Growth</b>	<b>13,551,411</b>	<b>1.3%</b>	<b>1.5%</b>	<b>-16.95%</b>	<b>16,312,480</b>	<b>1.4%</b>	<b>1.5%</b>	<b>-12.89%</b>	<b>-27.65%</b>	<b>-7.79%</b>	<b>7.68%</b>	<b>9.56%</b>
<i>Russell 1000 Growth</i>				-17.61%				-12.33%	-27.76%	-5.96%	5.91%	7.32%
<i>Structured Value</i>												
<b>LSV</b>	<b>12,335,238</b>	<b>1.2%</b>	<b>1.5%</b>	<b>-20.01%</b>	<b>15,412,605</b>	<b>1.3%</b>	<b>1.5%</b>	<b>-6.65%</b>	<b>-25.33%</b>	<b>-21.43%</b>	<b>3.81%</b>	<b>11.57%</b>
<i>Russell 1000 Value</i>				-17.31%				-6.11%	-22.37%	-18.78%	3.53%	8.92%
<i>Russell 1000 Enhanced Index</i>												
<b>LA Capital</b>	<b>27,520,418</b>	<b>2.6%</b>	<b>2.9%</b>	<b>-15.71%</b>	<b>32,959,888</b>	<b>2.8%</b>	<b>2.9%</b>	<b>-9.52%</b>	<b>-23.73%</b>	<b>-9.54%</b>	<b>6.97%</b>	<b>N/A</b>
<i>Russell 1000</i>				-17.46%				-9.35%	-25.18%	-12.36%	4.81%	N/A
<i>S&amp;P 500 Enhanced Index</i>												
<b>Westridge</b>	<b>28,290,074</b>	<b>2.6%</b>	<b>2.9%</b>	<b>-16.71%</b>	<b>33,955,523</b>	<b>2.9%</b>	<b>2.9%</b>	<b>-8.06%</b>	<b>-23.42%</b>	<b>-12.18%</b>	<b>4.98%</b>	<b>N/A</b>
<i>S&amp;P 500</i>				-16.79%				-8.37%	-23.76%	-13.12%	4.41%	N/A
<i>Index</i>												
State Street	8,770,679			-17.05%	10,651,277			-11.64%	-26.70%	-18.24%	2.93%	6.64%
<b>Total 130/30</b>	<b>8,770,679</b>	<b>0.8%</b>	<b>1.0%</b>	<b>-17.05%</b>	<b>10,651,277</b>	<b>0.9%</b>	<b>1.0%</b>	<b>-11.64%</b>	<b>-26.70%</b>	<b>-18.24%</b>	<b>2.93%</b>	<b>6.64%</b>
<i>S&amp;P 500</i>				-16.79%				-8.37%	-23.76%	-13.12%	4.41%	7.59%
<b>TOTAL LARGE CAP DOMESTIC EQUITY</b>	<b>90,467,819</b>	<b>8.4%</b>	<b>9.8%</b>	<b>-16.94%</b>	<b>109,291,772</b>	<b>9.3%</b>	<b>9.8%</b>	<b>-9.42%</b>	<b>-24.76%</b>	<b>-12.71%</b>	<b>5.68%</b>	<b>9.31%</b>
<i>S&amp;P 500</i>				-16.79%				-8.37%	-23.76%	-13.12%	4.41%	7.59%
<b>SMALL CAP DOMESTIC EQUITY</b>												
<i>Manager-of-Managers</i>												
<b>SEI</b>	<b>13,891,186</b>	<b>1.3%</b>	<b>1.6%</b>	<b>-22.99%</b>	<b>17,967,071</b>	<b>1.5%</b>	<b>1.6%</b>	<b>-6.64%</b>	<b>-28.10%</b>	<b>-20.93%</b>	<b>2.06%</b>	<b>9.10%</b>
<i>Russell 2000 + 200bp</i>				-20.64%				-0.61%	-21.12%	-14.48%	5.88%	12.50%
<i>Enhanced</i>												
Research Affiliates	15,330,006	1.4%	1.6%	-21.05%	19,401,859	1.7%	1.6%	-2.34%	-22.89%	N/A	N/A	N/A
Clifton	16,852	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
<b>Total Enhanced</b>	<b>15,346,858</b>	<b>1.4%</b>	<b>1.6%</b>	<b>-21.05%</b>	<b>19,401,859</b>	<b>1.7%</b>	<b>1.6%</b>	<b>-2.34%</b>	<b>-22.89%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
<i>Russell 2000</i>				-20.80%				-1.11%	-21.68%	-16.19%		
<b>TOTAL SMALL CAP DOMESTIC EQUITY</b>	<b>29,238,044</b>	<b>2.7%</b>	<b>3.3%</b>	<b>-21.98%</b>	<b>37,368,929</b>	<b>4.8%</b>	<b>3.3%</b>	<b>-4.46%</b>	<b>-25.46%</b>	<b>-21.14%</b>	<b>1.97%</b>	<b>9.04%</b>
<i>Russell 2000</i>				-20.80%				-1.11%	-21.68%	-16.19%	3.79%	10.29%
<b>INTERNATIONAL EQUITY</b>												
<i>Large Cap - Active</i>												
Capital Guardian	24,287,891	2.3%	3.2%	-19.54%	30,311,680	2.6%	3.2%	-19.12%	-34.93%	-12.37%	12.24%	14.35%
LSV	24,002,261	2.2%	3.2%	-20.12%	30,031,947	2.6%	3.2%	-17.02%	-33.72%	-25.78%	7.37%	N/A
<b>Total Large Cap - Active</b>	<b>48,290,152</b>	<b>4.5%</b>	<b>6.4%</b>	<b>-19.83%</b>	<b>60,343,628</b>	<b>5.1%</b>	<b>6.4%</b>	<b>-18.09%</b>	<b>-34.34%</b>	<b>-19.29%</b>	<b>9.83%</b>	<b>13.46%</b>
<i>MSCI EAFE - 50% Hedged</i>				-17.28%				-16.79%	-31.17%	-15.14%	10.93%	14.67%
<i>Small Cap - Value</i>												
DFA	5,423,907	0.5%	0.8%	-21.76%	6,932,776	0.6%	0.8%	-20.83%	-38.05%	N/A	N/A	N/A
<b>Total Small Cap Value</b>	<b>5,423,907</b>	<b>0.5%</b>	<b>0.8%</b>	<b>-21.76%</b>	<b>6,932,776</b>	<b>0.6%</b>	<b>0.8%</b>	<b>-20.83%</b>	<b>-38.05%</b>	<b>-12.74%</b>	<b>9.30%</b>	<b>17.27%</b>
<i>S&amp;P/Citigroup Broad Market Index &lt; \$2BN</i>				-23.80%				-23.50%	-41.71%	-25.49%	7.39%	17.33%
<i>Small Cap - Growth</i>												
<b>Vanguard</b>	<b>5,050,430</b>	<b>0.5%</b>	<b>0.8%</b>	<b>-24.14%</b>	<b>6,650,880</b>	<b>0.6%</b>	<b>0.8%</b>	<b>-25.01%</b>	<b>-43.11%</b>	<b>-17.52%</b>	<b>11.77%</b>	<b>20.18%</b>
<i>Citigroup Broad Market Index &lt; \$2BN</i>				-23.80%				-23.50%	-41.71%	-25.49%	7.39%	17.33%
<b>TOTAL INTERNATIONAL EQUITY</b>	<b>58,764,489</b>	<b>5.5%</b>	<b>8.0%</b>	<b>-20.40%</b>	<b>73,927,284</b>	<b>6.3%</b>	<b>8.0%</b>	<b>-19.01%</b>	<b>-35.53%</b>	<b>-18.83%</b>	<b>9.79%</b>	<b>14.56%</b>
<i>MSCI EAFE - 50% Hedged</i>				-17.28%				-16.79%	-31.17%	-15.14%	10.93%	14.67%

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	Market Value	Allocation	Policy	Month	Market Value	Allocation	Policy	Quarter	FYTD	FY08	Ended	Ended
				Net ROR				Net ROR	Net	Net	6/30/2008	6/30/2008
											Net	Net
<b>DOMESTIC FIXED INCOME</b>												
<b>Core Bond</b>												
<b>Western Asset</b>	157,991,593	14.7%	13.8%	-6.68%	169,281,583	14.4%	14.0%	-5.05%	-11.39%	2.06%	2.76%	3.55%
<i>Lehman Aggregate</i>				-2.36%				-0.49%	-2.84%	7.12%	4.09%	3.86%
<b>Mortgage Backed</b>												
<b>Hyperion</b>	30,568,817	2.9%	4.0%	-7.36%	32,578,676	2.8%	4.0%	-21.09%	-26.90%	-20.24%	N/A	N/A
<i>Lehman Global Aggregate (US Securitized Portion)</i>				-3.66%				-1.46%	-5.07%	10.14%		
<b>Core Plus/Enhanced</b>												
Clifton Group	51,108,711	4.8%	4.0%	-0.25%	51,561,237	4.4%	4.0%	0.43%	0.18%	10.17%	N/A	N/A
Prudential	48,068,805	4.5%	4.0%	-5.21%	50,241,140	4.3%	4.0%	-1.35%	-6.49%	4.89%	N/A	N/A
<b>Total Core Plus/Enhanced</b>	99,177,516	9.2%	8.0%	-2.70%	101,802,377	8.7%	8.0%	-0.46%	-3.15%	7.55%	N/A	N/A
<i>Lehman Aggregate</i>				-2.36%				-0.49%	-2.84%	7.12%		
<b>Index</b>												
Bank of ND	86,728,387	8.1%	7.0%	-2.32%	88,764,527	7.6%	7.0%	-1.24%	-3.53%	7.68%	3.93%	3.28%
Bank of ND CD'S	36,142,436	3.4%	3.4%	0.42%	35,992,101	3.1%	3.1%	1.25%	1.68%	4.63%	N/A	N/A
<b>Total Index</b>	122,870,823	11.5%	10.4%	-1.53%	124,756,628	10.6%	10.1%	-0.53%	-2.05%	6.80%	3.80%	3.14%
<i>Lehman Gov/Credit (1)</i>				-2.51%				-1.64%	-4.10%	7.24%	3.84%	3.24%
<b>BBB Average Quality</b>												
<b>Wells Capital (formerly Strong)</b>	159,542,956	14.9%	13.8%	-7.91%	173,557,950	14.8%	14.0%	-3.67%	-11.29%	3.55%	3.04%	3.85%
<i>Lehman US Credit BAA</i>				-10.95%				-4.85%	-15.26%	2.62%	2.52%	3.59%
<b>TOTAL DOMESTIC FIXED INCOME</b>	570,151,706	53.2%	50.0%	-5.33%	601,977,213	51.2%	50.0%	-4.05%	-9.16%	2.45%	2.71%	3.26%
<i>Lehman Aggregate (2)</i>				-2.36%				-0.49%	-2.84%	7.12%	4.09%	3.73%
<b>INFLATION PROTECTED ASSETS</b>												
Northern Trust Global Investments	119,566,715	11.1%	10.8%	-8.23%	133,284,176	11.3%	11.0%	-4.51%	-12.37%	15.69%	5.79%	N/A
Western	118,036,477	11.0%	10.8%	-8.48%	129,905,535	11.1%	11.0%	-5.37%	-13.40%	12.34%	4.42%	N/A
TIR - Eastern Timber Opps Fund	3,951,473	0.4%	0.4%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
<b>TOTAL INFLATION PROTECTED ASSETS</b>	241,554,665	22.5%	22.0%	-8.36%	263,189,711	22.4%	22.0%	-4.94%	-12.88%	14.00%	5.10%	N/A
<i>LB US TIPS Index</i>				-8.69%				-3.54%	-11.92%	15.10%	5.62%	N/A
<b>REAL ESTATE</b>												
<b>JP Morgan</b>	82,123,678	7.7%	6.0%	-2.32%	84,204,444	7.2%	6.0%	-0.41%	-2.71%	-0.77%	N/A	N/A
<i>NCREIF Total Index</i>				-0.06%				-0.17%	-0.23%	9.20%	14.82%	N/A
<b>CASH EQUIVALENTS</b>												
<b>Bank of ND</b>	117,184	0.0%	1.0%	0.13%	5,562,338	0.5%	1.0%	0.48%	0.61%	3.43%	4.10%	3.38%
<i>90 Day T-Bill</i>				0.11%				0.63%	0.74%	3.63%	4.27%	3.18%
<b>TOTAL WSI</b>	1,072,417,585	100.0%	100.0%	-8.68%	1,175,521,692	101.7%	100.0%	-5.62%	-13.82%	0.57%	4.70%	6.18%
<b>POLICY TARGET BENCHMARK</b>				-6.79%				-3.26%	-9.83%	4.22%	5.78%	6.56%

**NOTE: Monthly returns and market values are preliminary and subject to change.**

(1) From April 1, 2004, through June 30, 2005, the benchmark was the LB Intermediate Govt/Credit index.

(2) Prior to July 1, 2005, the benchmark was LB Govt/Credit Index.